

**Hermitage-Cross Creek Crime  
Prevention and Development District**  
Baton Rouge, Louisiana

*Compiled Financial Statements*

Year Ended December 31, 2011

Under provisions of state law this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date SEP 12 2012

William D. Mercer, CPA  
A PROFESSIONAL ACCOUNTING CORPORATION

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WILLIAM D. MERCER, CPA

A PROFESSIONAL ACCOUNTING  
CORPORATION

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Commissioners  
Hermitage-Cross Creek Crime Prevention and Development District  
Baton Rouge, Louisiana

I have compiled the accompanying statement of net assets and the related statement of activities of Hermitage-Cross Creek Crime Prevention and Development District as of and for the year ended December 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of Hermitage-Cross Creek Crime Prevention and Development District is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to aid management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of activities, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The management's discussion and analysis on page 6 is presented for purposes of additional analysis. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. The schedule of functional expenses on page 9 is presented for purposes of additional analysis. The supplementary information has been compiled from information that is the representation of management. I have not audited or reviewed the supplementary information and, accordingly, I do not express an opinion or provide any assurance on such supplementary information.

June 28, 2012

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HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana

STATEMENT OF NET ASSETS

December 31, 2011

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**ASSETS**

**CURRENT**

Cash and cash equivalents	\$ 4,664
Cash held by others	25,319
Due from tax collector	<u>33,482</u>

Total Current Assets	<u>63,465</u>
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**PROPERTY AND EQUIPMENT**

Equipment	9,777
Less accumulated depreciation	<u>-</u>

Net Property and Equipment	<u>9,777</u>
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<b>TOTAL ASSETS</b>	<b>\$ <u>73,242</u></b>
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**LIABILITIES**

Accrued expenses	\$ 1,125
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**NET ASSETS**

Unrestricted	<u>72,117</u>
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<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>73,242</u></b>
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See accountant's compilation report.

**HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana**

**STATEMENT OF ACTIVITIES**

Year Ended December 31, 2011

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**PROGRAM REVENUES**

Property assessments	\$ 63,254
Interest earnings	<u>21</u>
Total Program Revenues	<u>63,275</u>

**EXPENSES**

Program Services	30,153
General and Administrative Expenses	<u>4,742</u>
Total Expenses	<u>34,895</u>

Net of revenues over expenses and changes in net assets	28,380
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NET ASSETS, beginning of year	<u>43,737</u>
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NET ASSETS, end of year	\$ <u>72,117</u>
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See accountant's compilation report

**HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**

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During the year ended December 31, 2011, the District recognized revenues from property assessments in the amount of \$ 63,254. At December 31, 2011, revenues which had been assessed and collected but not yet remitted totaled \$ 58,801. Cash receipts for the year ended December 31, 2011, totaled \$ 53,202.

During the year ended December 31, 2011, the District recognized program and administrative expenses and capital expenditures in the amount of \$ 44,671. At December 31, 2011, expenses which had been incurred but not yet paid totaled \$ 1,125. Cash disbursements for the year ended December 31, 2011, totaled \$ 49,776.

**HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana**

**SCHEDULE OF FINDINGS**

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**There were no findings or questioned costs for the year ended December 31, 2011**

**HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana**

**ACCOUNTANT'S COMMENTS ON RESOLUTION MATTERS**

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The prior year audit report, dated June 21, 2011, for the year ended December 31, 2010, noted the following finding

The District did not properly report funds paid to off-duty law enforcement officers to the individuals who were paid or to the Internal Revenue Service as appropriate. Internal Revenue regulations required that compensation paid to unincorporated entities providing service to be reported on Form 1099-MISC, and such documentation is to be provided to the individuals or other entities within prescribed timeframes. The District was not aware of these Internal Revenue regulations. It was recommended that the District make arrangements, either through internal processes or through outside professionals, to prepare and provide the required documentation to the individuals noted above and to the Internal Revenue Service as required. No similar finding was noted in the current period.



HERMITAGE-CROSS CREEK CRIME  
PREVENTION AND DEVELOPMENT DISTRICT  
Baton Rouge, Louisiana

SCHEDULE OF FUNCTIONAL EXPENSES

Year Ended December 31, 2011

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	<u>Program Services</u>	<u>General and Administrative</u>
Bank charges	\$ -	\$ 6
Legal and professional	-	700
Maintenance and repairs	4,970	-
Miscellaneous	-	1,329
Office expense and printing	-	743
Postage and mailing service	-	1,533
Security services	23,413	-
Supplies	-	281
Telephone	-	150
Utilities	<u>1,770</u>	<u>-</u>
Totals	\$ <u><u>30,153</u></u>	\$ <u><u>4,742</u></u>

See accountant's compilation report